Genl. Finance
1903
File No. — 5 of 03
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B-33

Financial arrangements for expenditure Connected with the 2nd installation of the Cauvery Power Station

Previous references.

File No. 5 of 02-03

1903.

Serial Nos. 1 — 2

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Later references.

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GENERAL AND REVENUE SECRETARIAT.

Serial Nos. 1 — 2

Part B. for

SUBJECT.

Financial arrangements for expenditure Connected with the 2nd installation of the Cauvery power Scheme.

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No. 5-03/2678 dt 23.5.03 from the Secy to the Govt. P.W.D Requests that necessary orders may be issued from the Financial Department to enable the Comptroller to arrange with Messrs Lentts for the necessary payments in Connection with the 2nd Installation of the Cauvery power Scheme. 1

G.O. No Fl 2087-8 dt 1.6.03 to the Comptroller & the P.W.D. Secy. Issues the necessary instructions to the Comptroller. 2

Urgent Fl/1623

Mysore.P.W.Department.

Central Office.

No. 503/2678

Bangalore, dated 23rd.May 1903.

From,

W.Mc Hutchin Esquire, M.I.C.E,

Secretary to the Government of Mysore,

Public Works Department.

To,

H.V.Nanjundayya Esquire, M.A, M.L.

Secretary to the Government,

General and Revenue Departments.

Sir,

I have the honour to forward the accompanying file[x] of correspondence relating to the financial arrangements sanctioned by His Highness the Maharajah's Government for the 2nd.Installation Cauvery Power Scheme, and to request with reference to Government proceedings No.Fl.1150-1192/18-1901-02 dated 7th.February 1903, that you will be so good as to have the necessary orders issued from the Financial Department, to enable the Comptroller to arrange with Messrs.Coutts and Co, London, for the necessary payments in connection therewith. The matter is urgent, as the Tenders for the machinery required for the 2nd.Installation have since been accepted by Government, and an immediate remittance of the 1st.instalment due will have to be sent at once.

I have the honour to be,

Sir,

Your most obedient servant,

W Smith Captain, R.E,

Under Secretary to the Government

of Mysore.P.W.D.

[x] to be obligingly returned.

P
2-Drafts

(2)

Read- Mem

Correspondence ending with letter No. 503/2678 dated 23d May 1903 from the Secretary to the Govt of Mysore, P. W. D, relative to financing 2d Installation, Cauvery Power Transmission Scheme.

D

Order thereon R 2087-8 7/6/03

At the request of the Directors of the various Gold mines on the Kolar Gold Fields and in fulfilment of the agreement already entered into with Messrs John Taylor and Sons, the Govt of His Highness the Maharaja have sanctioned the second Installation of 2000 additional Horse-Power in connection with the Cauvery Power Transmission

Mem
29.V.03

Scheme.

2. To meet the cost of this Installation which is estimated to cost approximately £70,000/-, negotiations with Messrs Coutts & Co, London, were opened and they have agreed to advance money on the following terms:-

(1) Payments to be made in England and in India as noted below:-

Payments in England -

		£ s. d
In June 1903 -	On Signing Contract for the Plant, 10% of Contract	4,000-0-0. ✓
" Dec^r 1903 -	On Shipment of Plant, 50% of Contract	20,000-0-0 ✓
" April 1904 -	15% of Contract	6,000-0-0 ✓
" July 1904 -	15% of Contract	6,000-0-0 ✓
" April 1905 -	Six months after Completion of plant, 10% Contract	4,000-0-0 ✓
Total payts in England	~~Total~~	£40,000-0-0 ✓

Payments in India.

August 1903 to and including		£30,000-0-0 ✓

(2) The interest charged on the ~~loans~~ advanced will be at ½ % per cent per annum above the rate of the Bank of England, with a minimum charge of 4 per cent per annum.

(3) The Loan with interest to be repaid in 24 months from the date of the starting of the Plant.

(4) The Govt of India 3½% Securities of the face-value of 11 lakhs, which Messrs Coutts & Co already hold in safe custody on behalf of the Mysore Govt be treated as security for the loan, with power to Messrs Coutts and Co to use the Notes for the purpose of temporarily raising money in the event of any pressure arising in the London market during the period of the Loan but with the restriction that the Notes allocated as security be never sold

(5) The earnings of the new Installation and any surplus revenues which may become available from time to time be used monthly in part payment with interest of the sums advanced to Govt.

3. Govt approve of the terms set forth above. The Comptroller, Mysore Govt, will take immediate steps for arranging with Messrs Coutts & Co to make the necessary payments both in England and in India. The matter is urgent as tenders for the machinery have been accepted and an immediate remittance of the 1st instalment due will have to be made at once. The Chief Engineer in Mysore is requested to take further action in communication with Capt. ~~A. J. de Lotbinière~~ Mr Mason and Messrs Coutts & Co.

V
27/5/03

27/5
Secy.

Issue
27/5/03